SINBAD MINING CORPORATION
P. O. BOX 2183
GRAND JUNCTION, CO 81502
(303) 243-7806

July 25, 1990

DIVISION OF OIL, GAS & MIMING

Mr. Wayne Hedberg Utah Division of Oil, Gas and Mining 355 W. North Temple 3 Triad Center, Suite 350 Salt Lake City, Utah 84180-1203

Dear mr. Hedberg:

Re: Sinbad Mine, Emery County, Utah

As we discussed by telephone on July 20, we wish to secure the portal of the Sinbad Mine, located in Section 35, T. 22 S., R. 10 E. Emery County, Utah, to prevent unauthorized entry, on a temporary basis. This is a uranium mine, and while the market for uranium is distressed at present, we wish to keep the mine in a condition to resume production when the market improves. There are substantial ore reserves left in the mine.

At the same time, we wish to prevent unauthorized entry, which could result in an accident. As you can see from the attached photo, the portal is now secured by a padlocked gate, which gate is made of pipe and chain link fence material, but this material could be cut by wirecutters or a welding torch. We plan to cover the chain link gate with plywood and completely cover the portal and the gate with local dirt and/or rock for this purpose. This would make it inaccessible for the casual person, but it could readily be removed with power equipment when production is to be resumed.

You stated that you would have no objection to this, but wished a letter stating our intentions for your files. Please communicate with me if you have questions about this matter.

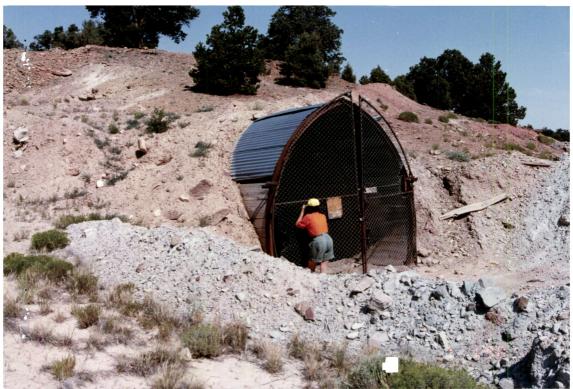
Yours very truly,

SINBAD MINING CORPORATION

By:

W. L. Wilson, President

attach. photo



Sinbad Mine Portal, Energ County, Utah Taken w/ Mirai 7/1/90

THANKS 01044 NHHAA